Economic Development Advisory Council

October 2009

Update on Montana Department of Commerce 2009 Activities

Anthony J. Preite: Director



Statutory Economic Development Programs

Contact: Andy Poole

■ HB 123:

- Sunset extended through June 30 2019
- Level or reduced funding for programs



Commerce:

■ Small Business Deve	lopment Centers	\$125,000
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	Smal	l Business	Innovation	Research	n \$50.	,000
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- Export Trade \$300,000
- Research and Commercialization \$1.275 mill/\$3.65 mill 2013
- Montana Manufacturing Extension Center \$200,000
- Certified Regional Development Corporations \$425,000

Agriculture

		Growth Throug	h Agriculture	\$625,000	\$1.25 mill	2013
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■ Cooperative Development Center \$65,000

Coal Board Grants

Contact: Dave Cole

- HB 2 \$3 million for biennium
- SB 100 \$2,736,643 in additional Coal Board funds
 - <u>Status</u>
 - June 12 Coal Board approved 19 applications totaling \$2,676,495.
 - October 16 Coal Board approved 11 applications totaling \$1,567,169

Approved Coal Board Applications

June Board Meeting

- Wyola School District
- Town of Bridger
- Lavina School District
- Carbon County
- City of Hardin
- Musselshell County
- Roundup Schools
- Bighorn County
- Powder River County
- Terry School District
- Rosebud County
- Roundup Public Schools

October Board Meeting

- Big Horn County (2)
- City of Forsyth
- Golden Valley County
- City of Hardin
- Musselshell County (2)
- Powder River County
- City of Roundup (2)

Worker Training

Contact: Nancy Guccione

- SB 89 eliminated stautory sunset of June 30, 2010
- \$5,063,390 appropriated for the biennium
 - HB 2 \$1,876,000 per year for new and existing workers
 - HB 645 \$1,311,390 in worker training funds appropriated for the biennium
 - Status:
 - 2 applications received both were funded but one has withdrawn
 - http://recovery.mt.gov/Commerce/ARRAWTG/defaul t.mcpx

Wood Products Revolving Loans

Contact: Tony Preite/Karyl Tobel

- Loan Fund of \$11.3 million
 - HB 645 \$7.5 million
 - Matched to \$2.7 million EDA grant
 - Additional \$1.5 million in CDBG (federal stimulus)
- Status
 - Commerce 21 separate loans to 14 companies
 - ■\$1 million dollar loan to MAEDC
 - October, 2009 MAEDC has assisted 19 wood products companies

http://recovery.mt.gov/commerce/wpirs/default. mcpx

Quick Start Energy Grants

Contact: Kelly Casillas

- HB 645 \$14,950,000 available for school districts
 - energy audits and energy efficiency improvements
- 135 days to do the work (May 15, 2009 to September 30, 2009)
- Any remaining funds placed into competitive Quality Schools Facility Grant Program (Legacy Program)
 - Status
 - \$12.2 million awarded to 99 applicants for energy efficiency improvements
 - \$2.2 million awarded to 143 applicants for energy audits
 - Over 160 school districts have been served by this program

http://commerce.mt.gov/QuickStart/

School Distribution Grants



Contact: Kelly Casillas

- HB 645 \$20 million for grants to schools
 - deferred maintenance and energy efficiency improvements
- Distributed by quality educator formula
- Must be expended by September 30, 2010
 - Status 90% of funds will be distributed once schools have executed a contract with the Department.

Quality Schools Facility Grants



Contact: Kelly Casillas

- HB 152 \$12 million appropriated
 - Competitive "legacy" grant program
- Projects addressing major deferred maintenance, energy efficiency, critical infrastructure, emergency and critical infrastructure needs, and technology improvements
- Creates an ongoing flow of state revenue into the account
 - <u>Status</u> Guidelines, rules, and application are in development

Tribal Government Grants

Contact: Jason Smith

Contact: Heather Sobrepena-George

- HB 645 \$5 Million to STEDC
 - infrastructure improvements and energy efficiency projects
 - (\$617,937.50 for each of the eight tribal governments)
 - Status
 - Contracts signed with 7 of 8 Tribal Governments
- <u>HB 645 Indian Country Economic Development</u> \$1,596,992 over the biennium
 - Status Guidelines are developed and applications can now be made for funding.

http://iced.mt.gov/

Biomass Energy Feasibility

Contact: Tom Kaiserski

- <u>HB 645 -</u> \$475,000
 - Status
 - ■July 31 application due date
 - 9 applications received
 - ■Funding provided to 3 applicants
 - Porter Bench Energy LLC \$300,000
 - North Western Energy \$125,000
 - DNRC \$50,000

Biomedical Research Grants



- HB 2 \$2.5 million
 - Must be a private non-profit to apply
 - Status
 - August 28 Application Guidelines announced
 - October 16 Applications due
 - Applications received and under review at this time

Community Development Division

Contact: Dave Cole

- HB 645 Local Government Grants \$20 million
 - Status As of October 20
 - 118 Contracts drafted with Local Governments
 - \$10,646,101. 53 has been dispersed
- HB 645 Historic Preservation Grants \$4 million.
 - HB645 specific awards are made to the Daly Mansion (\$50,000), St. Mary's Mission (\$40,000), Traveler's Rest Historic Site (\$180,000)
 - Status
 - November 16 Grant applications due
 - Grant ceiling is \$250,000
 - 65 potential project inquiries received thus far

Treasure State Endowment

Contact: Dave Cole

- Treasure State Endowment Program (TSEP) \$23 million
 - Status
 - ■63 preliminary engineering report contracts done
 - Over 50% of 66 construction projects contracts prepared
 - Application workshops for 2011 Legislature are being held now:
 - Missoula (10/14), Billings (10/20), Helena (10/22) Project

Housing Division

Contact: Bruce Brensdal

- Tax Credit Assistance \$7.818 million
 - fund financing gaps in rental projects awarded tax credits in 2007, 2008 and 2009.
 - Status The Board awarded funding August 19, 2009.
- Tax Credit Exchange \$17.825 million
 - replacement funding for LIHTC projects because projects not able to attract investors.
 - Projects allocated in 2008 and 2009 are eligible.
 - Status The Board awarded funding August 19, 2009.

Project	City	County	Tax Credits	*Assistance	Exchange
Makoshika	Glendive				125,800
Eagles II		Lewis & Clark			475,000
	White Sulphur Springs	Meagher			2,207,364
Whitetail Run			3,243,000	2,658,141	
		Silverbow			1,431,487
		Cascade			2,480,965
	Lewistown	Fergus			4,559,419
Spring Creek II	Kalispell	Flathead	4,623,075		670,000
Superior Commons		Mineral	3,263,750		1,226,250
Big			6,900	5,160,219	1,792,396
Equinox					2,856,992
		Total	11,033,100	7,818,360	17,825,673
Grand Total			36,677,133		

Contact

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